GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3064
ANSWERED ON:16.03.2001
PRIVATE SECTOR INVESTMENT
M.V.V.S MURTHI

Will the Minister of FINANCE be pleased to state:

(a) Whether there is a need for enhancing the confidence of the public in private sector investment, which is extremely low at present;

(b) If so, the details of investment made by the public in private sector during the current year;

(c) Whether the Government have asked the National Council ofApplied Economic Research (NCAER) to undertake a study and find out the reasons for low public confidence in the private sector investment; and

(d) If so, the outcome of the study and other steps taken by the Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI BALASAHEB VIKHE PATIL)

(a) and (b):As per the estimates of National Accounts Statistics given in table 1 below, private investment measusred by Gross Demestic Capital formation has not decreased.
Table 1
Gross Domestic Capital formation in the Private Sector+

	At current Prices	At 1993-94 Prices
1998-99	259949	200208
1999-2000(Q)	306237	230665

+ - Includes private, corporate and household sector. Q - Quick Estimates.

(a) No, Sir, the Ministry of Finance have not asked the NCAER to undertake a study to find out the reasons for low public confidence in the private sector investment.

(b) Does not arise.